

**AMENDMENTS TO THE SPECIFICATION:**

*[Please amend the paragraph on page 7, beginning at line 5 as follows.]*

Figure 3 is a cross section showing air flow in the compact air conditioner of the present invention in a ~~cooling~~ heating mode;

*[Please amend the paragraph on page 7, beginning at line 8 as follows.]*

*B1*  
Figure 4 is a cross section showing air flow in the compact air conditioner of the present invention in a ~~heating~~ cooling mode;